

CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2008 and 2007

TAKASAGO INTERNATIONAL CORPORATION

Financial Highlights

(April 1,2007/2006-March 31,2008/2007)

| | Yen in millions | | Percent change 2008/2007 | U.S.dollars in thousands |
|-----------------|-----------------|----------|-----------------------------|-----------------------------|
| | 2008 | 2007 | | 2008 |
| Net Sales | ¥124,231 | ¥113,876 | +9.1 | \$1,239,958 |
| Net Income | 5,188 | 4,885 | +6.2 | \$51,783 |
| Total Assets | 128,427 | 129,325 | | \$1,281,838 |
| Total Net Asset | 57,247 | 54,192 | | \$571,391 |

| | Yen | | U.S.dollars |
|----------------------|--------------|--------|---------------|
| | 2008 | 2007 | 2008 |
| Net income per share | 51.65 | ¥48.62 | \$0.52 |

Note 1. U.S.dollar amounts have been translated, for convenience only, at the rate of JPY100.19 per 1 U.S. dollar,
the exchange rate prevailing on March 31, 2008

2. Amounts are rounded down to millions of yen and thousands of U.S. dollars.

TAKASAGO INTERNATIONAL CORPORATION
CONSOLIDATED BALANCE SHEET

March 31, 2008 and 2007

| ASSETS | Yen in millions | | U.S.dollars in thousands | LIABILITIES AND TOTAL NET ASSET | Yen in millions | | U.S.dollars in thousands |
|---------------------------------------|-----------------|-----------------|-----------------------------|---|-----------------|-----------------|-----------------------------|
| | 2008 | 2007 | 2008 | | 2008 | 2007 | 2008 |
| Current assets: | | | | Current liabilities: | | | |
| Cash and cash equivalents | ¥7,818 | ¥8,913 | \$78,036 | Bank loans | ¥20,316 | ¥19,795 | \$202,783 |
| Notes and accounts receivable, trade: | | | | Current portion of long-term debt | 5,065 | 4,160 | 50,563 |
| Notes and accounts receivable | 26,073 | 26,049 | 260,237 | Notes and accounts payable, trade | 13,130 | 15,305 | 131,056 |
| Allowance for doubtful accounts | (167) | (152) | (1,675) | Accrued income taxes | 913 | 1,696 | 9,117 |
| | 25,905 | 25,896 | 258,561 | Accrued expenses and other current liabilities | 7,583 | 8,474 | 75,695 |
| Inventories | 32,068 | 30,308 | 320,080 | Total current liabilities | 47,010 | 49,432 | 469,216 |
| Other current assets | 2,719 | 2,497 | 27,140 | Long-term liabilities: | | | |
| Total current assets | 68,511 | 67,615 | 683,818 | Long-term debt | 13,570 | 13,123 | 135,452 |
| Property, plant and equipment: | | | | Retirement allowance | 8,445 | 8,596 | 84,298 |
| Land | 5,539 | 5,359 | 55,288 | Other | 2,152 | 3,980 | 21,480 |
| Buildings and structures | 45,888 | 44,119 | 458,011 | Total long-term liabilities | 24,168 | 25,700 | 241,231 |
| Machinery and equipment | 54,945 | 51,063 | 548,411 | Total net assets | | | |
| Construction in progress | 1,192 | 706 | 11,897 | Common stock | | | |
| | 107,564 | 101,249 | 1,073,609 | Authorized — 300,000,000 shares | | | |
| Less: Accumulated depreciation | (67,779) | (62,316) | (676,513) | Issued and outstanding — 100,761,988 shares | 9,248 | 9,248 | 92,310 |
| Total Property, plant and equipment: | 39,785 | 38,932 | 397,095 | Paid-in capital in excess of par value | 8,358 | 8,357 | 83,422 |
| Investments and other assets: | | | | Retained earnings | 31,096 | 26,712 | 310,371 |
| Investments in securities | 17,360 | 20,501 | 173,273 | Treasury stock, at cost | (151) | (121) | (1,507) |
| Other | 1,666 | 1,391 | 16,632 | Shareholders' equity | 48,551 | 44,197 | 484,596 |
| Total investments and other assets | 19,026 | 21,892 | 189,906 | Unrealized gain on securities | 6,738 | 8,694 | 67,261 |
| Other assets: | | | | Foreign currency translation adjustment | 970 | 550 | 9,685 |
| | 1,103 | 885 | 11,018 | Adjustment for valuation, foreign currency translation and others | 7,709 | 9,244 | 76,946 |
| TOTAL ASSETS | ¥128,427 | ¥129,325 | \$1,281,838 | Minority interests | 986 | 750 | 9,847 |
| | | | | Total net assets | 57,247 | 54,192 | 571,391 |
| | | | | TOTAL LIABILITIES AND TOTAL NET ASSETS | ¥128,427 | ¥129,325 | \$1,281,838 |

